

**UNITED STATES DISTRICT COURT  
DISTRICT OF MINNESOTA**

<b>Security Life Insurance Company of America</b>	)	
	)	
<b>Plaintiff,</b>	)	<b>Civil File No.: 0:11-cv-1358-MJD- JJK</b>
	)	
<b>v.</b>	)	<b>Judge Michael J. Davis</b>
	)	
<b>Southwest Reinsure, Inc., et al.</b>	)	<b>Magistrate Judge Jeffrey J. Keyes</b>
	)	
<b>Defendants</b>	)	
	)	

**RULE 7.1 DISCLOSURE STATEMENT OF DEFENDANTS SOUTHWEST  
REINSURE, INC. AND IDEAL INSURANCE COMPANY, LTD.**

Defendants Southwest Reinsure, Inc. and Ideal Insurance Company, Ltd., by and through their attorneys, hereby make the following disclosures pursuant to Federal Rule of Civil Procedure 7.1:

1. The parent company of Defendant Southwest Reinsure, Inc. is SouthwestRe, Inc., a New Mexico holding corporation. No publicly held corporation owns 10% or more of Southwest Reinsure, Inc.'s stock.
2. The parent company of Defendant Ideal Insurance Company, Ltd. is SouthwestRe, Inc., a New Mexico holding corporation. No publicly held corporation owns 10% or more of Ideal Insurance Company, Ltd.'s stock.

Dated: July 15, 2011

Respectfully submitted,

By: /s/ Paul Walker-Bright

David M. Schlecker (New York State  
registration # 1835636) (*pro hac vice*)  
REED SMITH, LLP  
599 Lexington Ave.  
New York, NY 10022  
Tel: 212.521.5400  
Fax: 212 521.5450  
Email: dschlecker@reedsmith.com

Paul Walker-Bright (ARDC #6226315)  
(*pro hac vice*)  
REED SMITH, LLP  
10 South Wacker Drive, Suite 4000  
Chicago, IL 60606  
Tel: 312-207-1000  
Fax: 312-207-6400  
Email: [pwalkerbright@reedsmith.com](mailto:pwalkerbright@reedsmith.com)

Terrance W. Moore  
Steingart, McGrath and Moore, P.A.  
330 Edinborough Way, No. 601  
Edina, MN 55435  
Tel: 952-831-7100  
Fax: 952-835-5959  
Email: terry@steingart.com

ATTORNEYS FOR DEFENDANTS  
SOUTHWEST REINSURE, INC.,  
JAMES B. SMITH AND IDEAL  
INSURANCE COMPANY, LTD.

**CERTIFICATE OF SERVICE**

I certify that on July 15, 2011, I caused a true and correct copy of the foregoing Rule 7.1 Disclosure Statement of Defendants Southwest Reinsure, Inc. and Ideal Insurance Company, Ltd. to be served via the Court's ECF system and U.S. Mail upon:

**Attorneys for Security Life Insurance Company of America**

Robert L. Meller, Jr.  
Sarah E. Crippen  
Elizabeth C. Borer  
BEST & FLANAGAN LLP  
225 South Sixth Street, Suite 4000  
Minneapolis, MN 55402  
Tel: 612-339-7121  
Fax: 612-339-5897  
Email: [rmeller@bestlaw.com](mailto:rmeller@bestlaw.com)  
Email: [scrippen@bestlaw.com](mailto:scrippen@bestlaw.com)  
Email: [eborer@bestlaw.com](mailto:eborer@bestlaw.com)

**Attorneys for INATrust fsb**

Laura J. Hanson  
MEAGER & GEER, PLLP  
33 S. Sixth Street, Suite 4400  
Minneapolis, MN 55402  
Tel: 612-338-0661  
Fax: 612-338-8384  
Email: [lhanson@meagher.com](mailto:lhanson@meagher.com)

Daryn E. Rush  
Gibbons, PC  
1700 Two Logan Square  
18th & Arch Streets  
Philadelphia, PA 19103-2769  
Tel: 215-665-0400  
Fax: 215-636-0366  
Email: [drush@gibbonslaw.com](mailto:drush@gibbonslaw.com)

By: /s/ Paul Walker-Bright  
One of the Attorneys for Defendants  
Southwest Reinsure, Inc., James B.  
Smith, Ideal Insurance Company Ltd.